GOVERNMENT OF INDIA
TEXTILES
LOK SABHA

UNSTARRED QUESTION NO:4180
ANSWERED ON:14.12.2001
CLOSURE OF TEXTILE UNITS
SUBODH MOHITE

Will the Minister of TEXTILES be pleased to state:

(a) whether the Government are propose to include decentralised segments of textile industry that are reserved for the Small Scale Sector to be eligible for an upfront twelve percent capital subsidy on their technological upgradation investment;

(b) if so, the details thereof;

(c) whether the Government are considering to permit State Governments to close down old and obsolete units on the basis of survey to be conducted by Textile Commissioner;

(d) if so, the details thereof; and

(e) if not, the reasons therefor?

Answer

MINISTER OF STATE FOR TEXTILES (SHRI V. DHANANJAYA KUMAR)

(a) & (b) Ministry of Textiles has proposed to amend the Technology Upgradation Fund Scheme (TUFS) so that the Small Scale textile and jute industries have an option to avail of either twelve percent upfront Credit Linked Capital subsidy or the existing 5% interest reimbursement.

(c) to (e) No permission of the Ministry is required to close down any old and obsolete textile units.